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BEFORE THE ARIZONA CORPORATION COMMISSION 3: 23

WILLIAM A. MUNDELL

Chairman

JIM IRVIN

Commissioner

MARC SPITZER

Commissioner

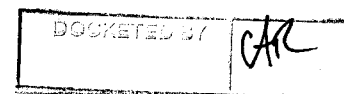
AZ CORP COMMISSION
DOCUMENT CONTROL

IN THE MATTER OF THE APPLICATION OF
ARIZONA PUBLIC SERVICE COMPANY FOR
AN ORDER OR ORDERS AUTHORIZING IT TO
ISSUE, INCUR, OR ASSUME EVIDENCES OF
LONG-TERM INDEBTEDNESS; TO ACQUIRE A
FINANCIAL INTEREST OR INTERESTS IN AN
AFFILIATE OR AFFILIATES; TO LEND MONEY
TO AN AFFILIATE OR AFFILIATES; AND TO
GUARANTEE THE OBLIGATIONS OF AN
AFFILIATE OR AFFILIATES

DOCKET NO. E-01345A-02-0707
Arizona Corporation Commission

DOCKETED

DEC 16 2002



ERRATA TO DIRECT TESTIMONY OF SUSAN ABBOTT

Panda Gila River, L.P. ("Panda") hereby submits this Errata to the Direct
Testimony of Susan Abbott, filed on December 13, 2002. Panda discovered that Exhibit
"A" was missing from the filing and electronic version distributed on December 13, 2002.
Accordingly, Panda hereby submits the attached document and asks that it be incorporated
as Exhibit "A" to the above referenced filing.

RESPECTFULLY SUBMITTED this 16th day of December, 2002

By

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10 ORIGINAL and 10 copies of the
11 foregoing hand-delivered for filing,
12 Monday, December 16, 2002:

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Docket Control
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ARIZONA CORPORATION COMMISSION
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Phoenix, Arizona 85007

COPY of the foregoing mailed, faxed or
transmitted electronically,
Monday, December 16, 2002, to:

All parties of Record

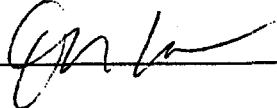


Exhibit A

2001 APS Financial Statements with Pro Forma
12/31/2001

Income Statement 2001 Pro Forma \$500 million*

Revenues	3,310	3,310
PP& Fuel	1740	1740
Op Revs.	1,570	1,570
Other Expenses	987	987
Income Taxes	184	184
Interest	119	149
LT Debt	126	156
ST debt	4	4
Dis., Premium, Ex.	3	3
Capitalized Interest	-14	-14
Extraordinary Items	-15	-15
Net Income	265	235

Balance Sheet

Equity	2150	2150
Debt	1949	2449
Total	4099	4599

Cash Flow

Net Income	265	235
Dep. & Amort.	420	420
Deferred Taxes	-26	-26
Other		
(Dividends)	-170	-170
Total	489	459

*Not adjusted for tax effect of lower net income. Difference in ratios would be minimal and not meaningful.

Comparative Ratios

			<u>S&P</u> <u>BBB</u>	<u>Moodys</u> <u>A3</u>	<u>Baa1</u>
FFO Cov. of Interest	4.109244	3.080537	2.1-3.1x	4.77x	4.65x
FFO/Debt	0.250898	0.187423	14-20%	25.66%	26.58%
Debt/Cap	0.475482	0.532507	53-61%	54.28%	54.00%
EBITDA Cov.	8.302521	6.630872		5.79x	5.2x
EBIT Cov.	4.773109	3.812081	1.8-2.8x		

Represents the average for the rating category. The high, low and median for the A3 category are as follows:

	<u>FFO Coverage of Interest</u>	<u>FFO/Debt</u>	<u>Debt/Cap</u>	<u>EBITDA Cov.</u>
High	7.87x (Southernwestern Public Service)	46.76% (Ohio Power)	73.25% (PPL)	8.53x (MidAmerican)
Low	1.9x (P.S. Colorado)	5.52% (P.S. Colorado)	38.78% (MidAmerican)	3.06x (P.S. Colorado)
Median	5.14X	23.09%	51.23%	5.79x

The high, low and median for the Baa1 category are as follows:

	<u>FFO Coverage of Interest</u>	<u>FFO/Debt</u>	<u>Debt/Cap</u>	<u>EBITDA Cov.</u>
High	6.45x (P.S. New Hampshire)	56.52% (P.S. New Hampshire)	64.3% (Indiana Michigan Pwr.)	8.38x (PA Power)
Low	2.48x (Empire District Electric)	10.85% (P.S. New Hampshire)	44.79% (Ohio Edison)	2.42x (Empire District)
Median	4.7x	25.15%	51.82%	4.75x